

**727—3.6(15E) Investment recommendation and resolution.**

**3.6(1) *Investment recommendation.*** If the corporation's staff determines that a proposed project represents a reasonable investment opportunity based on the corporation's investment criteria, an investment recommendation shall be presented to the board. Payment of an application fee of the greater of \$100 or 0.25 percent of the requested investment amount is required at this time.

**3.6(2) *Board resolution authorizing investment.*** Upon review of the staff's due diligence findings and investment recommendation, the board may authorize, by resolution, an investment in the project. An investment may be made in the form of a royalty agreement, subordinated debentures, common or preferred stock, or some other form agreeable to the parties.

**3.6(3) *Preparation and execution of documents.*** Once authorized by the board, an investment shall be consummated through the preparation and execution of appropriate legal documents. The president shall execute these documents on behalf of the corporation.